

# REDEVELOPMENT AGENCY

## BUDGET UNIT: DEBT SERVICE FUND (DBR RDA)

### I. GENERAL PROGRAM STATEMENT

This debt service fund was established to account for the accumulation of net tax increment revenue and the payment of long-term debt from general tax increment collection. On January 25, 2000, the Board approved issuance of approximately \$20.0 million in tax allocation bonds. The proceeds from the sale of these bonds are used to finance infrastructure improvements within the San Sevaire Project Area and a senior apartment development. There is no staffing associated with this budget unit.

### II. BUDGET & WORKLOAD HISTORY

	<b>Actual 2001-02</b>	<b>Budget 2002-03</b>	<b>Actual 2002-03</b>	<b>Budget 2003-04</b>
Total Requirements	3,542,312	4,617,327	4,077,862	4,638,620
Total Revenue	3,571,139	3,662,500	4,097,360	3,664,296
Fund Balance		954,827		974,324

Actual expenditures for 2002-03 are \$539,465 less than budgeted due to the debt service reserve of \$936,955 not being expensed during the year; the actual tax allocation bond payment being less than budgeted by \$158,568, due to interest on the reserve held by the trustee; and operating transfers out being greater than budgeted by \$556,058, due to the actual tax increment revenue being more than budgeted.

Actual revenue for 2002-03 is \$434,860 greater than budgeted due to the actual tax increment revenue being more than budgeted.

### III. HIGHLIGHTS OF BOARD APPROVED CHANGES TO BUDGET

#### PROGRAM CHANGES

None.

GROUP: Economic Development/Public Services			FUNCTION: General		
DEPARTMENT: Redevelopment Agency - Debt Service			ACTIVITY: Other General		
FUND: Debt Service DBR RDA					
	2002-03	2002-03	2003-04	2003-04	
	Actuals	Approved Budget	Board Approved	Board Approved	2003-04
			Base Budget	Changes to	Final Budget
				Base Budget	
<b><u>Appropriation</u></b>					
Debt Service	1,432,632	1,591,200	1,591,200	(5,060)	1,586,140
Debt Service Reserve	-	936,955	936,955	12,230	949,185
Total Appropriation	1,432,632	2,528,155	2,528,155	7,170	2,535,325
Operating Transfers Out	2,645,230	2,089,172	2,089,172	14,123	2,103,295
Total Requirements	4,077,862	4,617,327	4,617,327	21,293	4,638,620
<b><u>Revenue</u></b>					
Use of Money & Prop	47,486	35,000	35,000	(14,400)	20,600
Taxes	4,049,874	3,627,500	3,627,500	16,196	3,643,696
Total Revenue	4,097,360	3,662,500	3,662,500	1,796	3,664,296
Fund Balance		954,827	954,827	19,497	974,324
<b>Board Approved Changes to Base Budget</b>					
Debt Service	10,000	Increased principal payments on tax allocation bonds.			
	(15,060)	Decreased interest payments on tax allocation bonds.			
	(5,060)				
Debt Service Reserve	12,230	Tax allocation bond payment will increase in 2004-05.			
Operating Transfers Out	(23,246)	Transfers to the operating fund and the Housing fund decreased.			
	37,369	Final Fund Balance Adjustment.			
	14,123				
Total Requirements	21,293				
<b><u>Revenue</u></b>					
Use of Money & Prop	(14,400)	Decrease in interest revenue.			
Taxes	16,196	Increase in tax increment revenue anticipated in 2003-04.			
Total Revenue	1,796				
Fund Balance	19,497				